## **Notice of the Tribunal Decision**

Rent Act 1977 Schedule 11

Address of Premises		The Tribunal members were						
Flat 27 Luke House, 3 Abbey Orchard Street, London, SW1P 2JJ			Mr Leslie Packer Mr Ian Holdsworth BSc MSc FRICS					
Landlord		AO Inv	AO Investments Ltd					
Tenant		Dr Geoffrey H. Buchler						
1. The fair rent is	11610.00	Per	Year	` _		ntes and council tax nmounts in paras		
2. The effective date is		03 Dec	03 December 2019					
3. The amount for services is			N/A		Per			
4. The amount for fuel ch rent allowance is	arges (excluding	g heating a	and lighting o	f common pa	rts) not	counting for		
			N/A		Per			
5. The rent is not to be re	nistorod as varia	ahla						
6. The capping provision calculation overleaf).			um Fair Rent)	Order 1999 a	pply (pl	ease see		
7. Details (other than ren	t) where differen	t from Rer	nt Register en	try				
None								
8. For information only:								
(a) The fair rent to be reg (Maximum Fair Rent) £13500.00 per annual	Order 1999. The							
Chairman	Mr Ian Holdswe MSc FRIG		Date of decision		3 <sup>rd</sup> De	ecember 2019		

## MAXIMUM FAIR RENT CALCULATION

LATEST RPI FIGURE		X	291.0						
PREVIOUS RPI FIGURE		Υ	272.9						
X	291.00	Minus Y	272.9	= (A	18.1				
(A)	18.1	Divided by Y	272.9	= (B	0.066325				
First application for re-registration since 1 February 1999 - NO									
If yes (B) plus 1.075 = (C)									
If no (B) plus 1.05 = (C)		1.116325							
Last registered rent*		10400.00	Multip	lied by (C) =	11609.78				
*(exclusive of any variable service charge)									
Rounded up to nearest 50p =		11610.00							
Variable service charge		NO							
If YES add amount for services									
MAXIMUM FAIR RENT =		£11610.00	Р	er	Annual				

## **Explanatory Note**

- 1. The calculation of the maximum fair rent, in accordance with the formula contained in the Order, is set out above.
- 2. In summary, the formula provides for the maximum fair rent to be calculated by:
  - (a) increasing the previous registered rent by the percentage change in the retail price index (the RPI) since the date of that earlier registration and
  - (b) adding a further 7.5% (if the present application was the first since 1 February 1999) or 5% (if it is a second or subsequent application since that date).
    - A 7.5% increase is represented, in the calculation set out above, by the addition of 1.075 to (B) and an increase of 5% is represented by the addition of 1.05 to (B).

The result is rounded up to the nearest 50 pence.

- 3. For the purposes of the calculation the latest RPI figure (x) is that published in the calendar month immediately before the month in which the Tribunal's fair rent determination was made.
- 4. The process differs where the tenancy agreement contains a variable service charge and the rent is to be registered as variable under section 71(4) of the Rent Act 1977. In such a case the variable service charge is removed before applying the formula. When the amount determined by the application of the formula is ascertained the service charge is then added to that sum in order to produce the maximum fair rent.